SENATE BILL No. 354

DIGEST OF INTRODUCED BILL

Citations Affected: IC 4-33; IC 12-23-2-5; IC 36-7-11.5-11.

Synopsis: Casino operations in Terre Haute. Authorizes the licensed owner of a riverboat operating from Ohio County to establish a supplemental gaming facility in Terre Haute with the approval of the Indiana gaming commission (IGC). Provides that the IGC may not approve an application unless riverboat gaming has been approved by the fiscal body of the city. Provides that at least 50% of the qualified licensed owner's proposed investment in a supplemental gaming facility must be for the development of the qualified licensed owner's proposed nongaming amenities. Provides that the number of gambling games at a supplemental gaming facility may not exceed 50% of the gambling games permitted by statute. Provides for the imposition, determination, and distribution of the riverboat admission and wagering taxes with respect to wagering at a supplemental gaming facility. Provides that the supplemental gaming facility may not be transferred except as part of a transaction in which transfer of the owner's license for a riverboat operating from Ohio County is approved by the IGC. Requires five annual payments of \$3,000,000 from the qualified licensed owner operating a supplemental gaming facility to the department of natural resources for deposit in the West Baden Springs historic hotel preservation and maintenance fund. Makes a technical correction.

Effective: July 1, 2017.

Ford

January 10, 2017, read first time and referred to Committee on Public Policy.



Introduced

First Regular Session 120th General Assembly (2017)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in this style type, and deletions will appear in this style type.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or *this style type* reconciles conflicts between statutes enacted by the 2016 Regular Session of the General Assembly.

SENATE BILL No. 354

A BILL FOR AN ACT to amend the Indiana Code concerning gaming.

Be it enacted by the General Assembly of the State of Indiana:

1	SECTION 1. IC 4-33-1-1 IS REPEALED [EFFECTIVE JULY 1,
2	2017]. Sec. 1. This article applies only to the following:
3	(1) Counties contiguous to Lake Michigan.
4	(2) A county that is:
5	(A) contiguous to the Ohio River; and
6	(B) described in IC 4-33-6-1(a)(5).
7	(3) A county that contains a historic hotel district.
8	SECTION 2. IC 4-33-2-16.7 IS ADDED TO THE INDIANA CODE
9	AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
10	1, 2017]: Sec. 16.7. "Qualified licensed owner" means the licensed
11	owner of a riverboat operating from Ohio County as of January 1,
12	2017.
13	SECTION 3. IC 4-33-2-17, AS AMENDED BY P.L.255-2015,
14	SECTION 5, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
15	JULY 1, 2017]: Sec. 17. "Riverboat" means any of the following on
16	which lawful gambling is authorized under this article:
17	(1) A self-propelled excursion boat located in a county described



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1 in IC 4-33-1-1(1) or IC 4-33-1-1(2) that complies with 2 IC 4-33-6-6(a) and is located in a county that is contiguous to 3 Lake Michigan or the Ohio River. 4 (2) A casino located in a historic hotel district. 5 (3) A permanently moored craft operating from a county 6 described in IC 4-33-1-1(1) or IC 4-33-1-1(2). subdivision (1). 7 (4) An inland casino operating under IC 4-33-6-24. 8 (5) A supplemental gaming facility operating under 9 IC 4-33-6-26. 10 SECTION 4. IC 4-33-3-2, AS AMENDED BY P.L.170-2005, SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE 11 12 JULY 1, 2017]: Sec. 2. (a) The commission consists of seven (7) 13 members appointed by the governor. 14 (b) Each member of the commission must: 15 (1) be a resident of Indiana; and 16 (2) have a reasonable knowledge of the practice, procedures, and principles of gambling operations. 17 18 (c) At least one (1) member of the commission must be experienced 19 in law enforcement and criminal investigation. 20 (d) At least one (1) member of the commission must be a certified 21 public accountant experienced in accounting and auditing. 22 (e) At least one (1) member of the commission must be an attorney 23 admitted to the practice of law in Indiana. 24 (f) One (1) member of the commission must be a resident of a 25 county described in IC 4-33-1-1(1). that is contiguous to Lake 26 Michigan. 27 (g) One (1) member of the commission must be a resident of a 28 county described in IC 4-33-1-1(2). that is contiguous to the Ohio 29 River. 30 (h) Not more than four (4) members may be affiliated with the same 31 political party. 32 SECTION 5. IC 4-33-4-1 IS AMENDED TO READ AS FOLLOWS 33 [EFFECTIVE JULY 1, 2017]: Sec. 1. (a) The commission has the 34 following powers and duties for the purpose of administering, 35 regulating, and enforcing the system of riverboat gambling established 36 under this article: 37 (1) All powers and duties specified in this article. 38 (2) All powers necessary and proper to fully and effectively 39 execute this article. 40 (3) Jurisdiction and supervision over the following: 41 (A) All riverboat gambling operations in Indiana. 42 (B) All persons on riverboats where gambling operations are

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1	conducted.
2	(4) Investigate and reinvestigate applicants and license holders
2	and determine the eligibility of applicants for licenses or
3 1	operating agent contracts.
3 4 5	(5) Select among competing applicants the applicants that
6	promote the most economic development in a home dock the area
7	of a riverboat or proposed riverboat and that best serve the
8	interests of the citizens of Indiana.
9	(6) Take appropriate administrative enforcement or disciplinary
10	action against a licensee or an operating agent.
11	(7) Investigate alleged violations of this article.
12	(8) Establish fees for licenses issued under this article.
13	(9) Adopt appropriate standards for the design, appearance,
14	aesthetics, and construction for riverboats and facilities.
15	(10) Conduct hearings.
16	(11) Issue subpoenas for the attendance of witnesses and
17	subpoenas duces tecum for the production of books, records, and
18	other relevant documents.
19	(12) Administer oaths and affirmations to the witnesses.
20	(13) Prescribe a form to be used by an operating agent or a
21	licensee involved in the ownership or management of gambling
22	operations as an application for employment by potential
23	employees.
24	(14) Revoke, suspend, or renew licenses issued under this article.
25	(15) Hire employees to gather information, conduct
26	investigations, and carry out other tasks under this article.
27	(16) Take any reasonable or appropriate action to enforce this
28	article.
29	(b) Applicants and license holders shall reimburse the commission
30	for costs related to investigations and reinvestigations conducted under
31	subsection (a)(4).
32	SECTION 6. IC 4-33-4-21, AS AMENDED BY P.L.182-2009(ss),
33	SECTION 59, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
34	JULY 1, 2017]: Sec. 21. (a) A licensed owner or any other person must
35	apply for and receive the commission's approval before:
36	(1) an owner's license is:
37	(A) transferred; (B) sold: or
38 39	(B) sold; or
39 40	(C) purchased; or (2) a voting trust acrosment or other similar acrosment is
40 41	(2) a voting trust agreement or other similar agreement is established with respect to the owner's license.
41	(b) Subject to section 24 of this chapter, the commission shall adopt
72	(b) Subject to section 24 of this chapter, the commission shall adopt

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1 rules governing the procedure a licensed owner or other person must 2 follow to take an action under subsection (a). The rules must specify 3 that a person who obtains an ownership interest in a license must meet 4 the criteria of this article and any rules adopted by the commission. A 5 licensed owner may transfer an owner's license only in accordance with 6 this article and rules adopted by the commission. 7 (c) A licensed owner or any other person may not: 8 (1) lease; 9 (2) hypothecate; or 10 (3) borrow or loan money against; 11 an owner's license. 12 (d) A transfer fee is imposed on a licensed owner who purchases or 13 otherwise acquires a controlling interest, as determined under the rules 14 of the commission, in a second owner's license. The fee is equal to two 15 million dollars (\$2,000,000). The commission shall collect and deposit a fee imposed under this subsection in the state general fund. 16 17 (e) A licensed owner or any other person may not sell, lease, 18 transfer, or otherwise convey: 19 (1) a supplemental gaming facility established under 20 IC 4-33-6-26; or 21 (2) the authority to operate a supplemental gaming facility 22 established under IC 4-33-6-26; 23 unless the conveyance is a part of a transaction approved under 24 subsection (a) with respect to the owner's license for a riverboat 25 operating from Ohio County. 26 SECTION 7. IC 4-33-6-1, AS AMENDED BY P.L.229-2013, 27 SECTION 14, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE 28 JULY 1, 2017]: Sec. 1. (a) The commission may issue to a person a 29 license to own a riverboat subject to the numerical and geographical 30 limitation of owner's licenses under this section, section 3.5 of this 31 chapter, and IC 4-33-4-17. However, not more than ten (10) owner's 32 licenses may be in effect at any time. Those ten (10) licenses are as 33 follows: 34 (1) Two (2) licenses for a riverboat that operates from the city of 35 Gary. 36 (2) One (1) license for a riverboat that operates from the city of 37 Hammond. 38 (3) One (1) license for a riverboat that operates from the city of 39 East Chicago. 40 (4) One (1) license for a city located in the counties described 41 under IC 4-33-1-1(1). a county contiguous to Lake Michigan. 42 However, this license may not be issued to a city described in

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1	subdivisions (1) through (3).
2	(5) A total of five (5) licenses for riverboats that operate upon the
3	Ohio River from the following counties:
4	(A) Vanderburgh County.
5	(B) Harrison County.
6	(C) Switzerland County.
7	(D) Ohio County.
8	(E) Dearborn County.
9	The commission may not issue a license to an applicant if the
10	issuance of the license would result in more than one (1) riverboat
11	operating from a county described in this subdivision.
12	(b) In addition to its power to issue owner's licenses under
13	subsection (a), the commission may also enter into a contract under
14	IC 4-33-6.5 with respect to the operation of one (1) riverboat on behalf
15	of the commission in a historic hotel district.
16	(c) A person holding an owner's license may not move the person's
17	riverboat from the county in which the riverboat was docked located
18	on January 1, 2007, to any other county. However, this subsection
19	may not be construed to prohibit a qualified licensed owner from
20	establishing a supplemental gaming facility under section 26 of this
21	chapter.
22	SECTION 8. IC 4-33-6-6, AS AMENDED BY P.L.255-2015,
23	SECTION 9, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
24	JULY 1, 2017]: Sec. 6. (a) Except as provided in subsection (c) or (d),
25	a riverboat that operates in a county described in IC 4-33-1-1(1) or
26	$\frac{1}{100}$ $\frac{1}$
27	River must:
28	(1) have either:
29	(A) a valid certificate of inspection from the United States
30	Coast Guard for the carrying of at least five hundred (500)
31	passengers; or
32	(B) a valid certificate of compliance with marine structural and
33	life safety standards determined by the commission; and
34	(2) be at least one hundred fifty (150) feet in length.
35	(b) This subsection applies only to a riverboat that operates on the
36	Ohio River. A riverboat must replicate, as nearly as possible, historic
37	Indiana steamboat passenger vessels of the nineteenth century.
38	However, steam propulsion or overnight lodging facilities are not
39	required under this subsection.
40	(c) A riverboat described in IC 4-33-2-17(3) must have a valid
41	certificate of compliance with the marine structural and life safety
42	standards determined by the commission under IC 4-33-4-13.5 for a



1 permanently moored craft.

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(d) A riverboat constructed under section 24 or 26 of this chapter must comply with all applicable building codes and any safety requirements imposed by the commission.

SECTION 9. IC 4-33-6-10, AS AMENDED BY P.L.255-2015, SECTION 10, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2017]: Sec. 10. (a) An owner's license issued under this chapter permits the holder to:

(1) own and operate one (1) riverboat and equipment for each license; and

(2) in the case of a qualified licensed owner whose application is approved under section 26 of this chapter, conduct gaming operations at one (1) supplemental gaming facility under section 26 of this chapter.

15 (b) The holder of an owner's license issued under this chapter may implement flexible scheduling for the operation of the holder's 16 17 riverboat under section 21 of this chapter.

18 (c) Except as provided in subsections (d) and (e), an owner's license 19 issued under this chapter must specify the place where the riverboat 20 must operate and dock.

(d) The commission may permit a riverboat to dock at a temporary dock in the applicable city for a specific period of time not to exceed one (1) year after the owner's license is issued.

(e) An owner's license issued with respect to a riverboat constructed under section 24 of this chapter must specify the site of the riverboat. (f) An owner's initial license expires five (5) years after the effective

date of the license.

28 SECTION 10. IC 4-33-6-18, AS AMENDED BY P.L.2-2014, 29 SECTION 6, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE 30 JULY 1, 2017]: Sec. 18. (a) This subsection applies to cities described in section 1(a)(1) through 1(a)(4) of this chapter. The commission may 32 not issue a license authorizing a riverboat to dock in a city unless the 33 legislative body of the city has approved an ordinance permitting the 34 docking of riverboats in the city.

(b) This subsection applies to a county described in section 1(a)(5)of this chapter if the largest city in the county is contiguous to the Ohio River. The commission may not issue a license authorizing a riverboat to dock in the county unless an ordinance permitting the docking of riverboats in the county has been approved by the legislative body of the largest city in the county. The license must specify that the home dock of the riverboat is to be located in the largest city in the county.

(c) This subsection applies to a county described in section 1(a)(5)



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of this chapter if the largest city in the county is not contiguous to the 2 Ohio River. The commission may not issue a license authorizing a 3 riverboat to dock in the county unless an ordinance permitting the 4 docking of riverboats in the county has been approved by the county 5 fiscal body.

6 (d) This subsection applies to a county in which a historic hotel 7 district is located. The commission may not enter into a contract under 8 IC 4-33-6.5 for the operation of a riverboat in the county unless an ordinance permitting the docking of riverboats operation of a 9 10 riverboat in the county has been approved by the county fiscal body.

(e) The commission may not issue an order under section 26 of 11 this chapter authorizing a licensed owner to establish a 12 13 supplemental gaming facility in the city of Terre Haute unless an 14 ordinance permitting the operation of a riverboat in the city has 15 been approved by the fiscal body of the city.

SECTION 11. IC 4-33-6-26 IS ADDED TO THE INDIANA CODE 16 17 AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2017]: Sec. 26. (a) A qualified licensed owner may apply to the 18 19 commission for permission to establish a supplemental gaming 20 facility in Terre Haute.

21 (b) The commission shall prescribe the form of the application 22 for permission to establish a supplemental gaming facility under 23 this section. The form must include the following information:

(1) The name of the qualified licensed owner.

25 (2) The street address of the proposed supplemental gaming 26 facility.

27 (3) A description of the proposed gaming facilities and 28 proposed nongaming amenities, such as lodging facilities, 29 dining facilities, and retail facilities, at the proposed 30 supplemental gaming facility.

(4) The amounts that the qualified licensed owner will invest 31 32 in both gaming facilities and nongaming amenities at the 33 proposed supplemental gaming facility.

34 (5) The proposed number of gambling games that the 35 qualified licensed owner seeks permission to operate at the 36 proposed supplemental gaming facility.

37 (6) Evidence that the proposed supplemental gaming facility 38 will do the following:

39 (A) Enhance the credibility and integrity of gaming in 40 Indiana.

41 (B) Promote employment and economic development in the 42 area surrounding the proposed supplemental gaming

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1	facility.
2	(C) Optimize the collection of wagering tax revenue under
3	this article.
4	(c) The commission may approve a qualified licensed owner's
5	application under this section if:
6	(1) at least fifty percent (50%) of the qualified licensed
7	owner's proposed investment in the supplemental gaming
8	facility is for the development of the proposed nongaming
9	amenities at the supplemental gaming facility; and
10	(2) the commission finds that the operation of a supplemental
11	gaming facility in Terre Haute will do the following:
12	(A) Enhance the credibility and integrity of gaming in
13	Indiana.
14	(B) Promote employment and economic development in the
15	area surrounding the proposed supplemental gaming
16	facility.
17	(C) Optimize the collection of wagering tax revenue under
18	this article.
19	(d) The maximum number of gambling games that may be
20	operated at a supplemental gaming facility under this section is
21	equal to the product of:
22	(1) the number of gambling games permitted under section 25
23	of this chapter on the riverboat operating from Ohio County;
24	multiplied by
25	(2) five-tenths (0.5).
26	(e) The following requirements apply to a qualified licensed
27	owner who establishes a supplemental gaming facility under this
28	section:
29	(1) The qualified licensed owner must continue to operate a
30	casino and related amenities on the riverboat operating from
31	Ohio County that fully satisfy the requirements of the
32	commission under this article.
33	(2) The qualified licensed owner must conduct wagering at the
34	riverboat described in subdivision (1) on the number of
35	gambling games equal to the difference between:
36	(A) the number of gambling games that the qualified
37	licensed owner is permitted under section 25 of this
38	chapter; minus
39	(B) the number of gambling games offered at the
40	supplemental gaming facility.
41	(3) The qualified licensed owner must implement flexible
42	scheduling under section 21 of this chapter at the

1 supplemental gaming facility.

2 (4) The supplemental gaming facility is considered a separate 3 riverboat for purposes of IC 4-33-12 and IC 4-33-13, 4 including for the purpose of claiming deductions under 5 IC 4-33-13-7. 6 (f) If a qualified licensed owner establishes a supplemental 7 gaming facility under this section, the qualified licensed owner 8 shall pay three million dollars (\$3,000,000) to the department of 9 natural resources on a date established by the qualified licensed 10 owner and the commission in each of the first five (5) years that the supplemental gaming facility is in operation. The department of 11 12 natural resources shall deposit the payments received under this 13 subsection in the West Baden Springs historic hotel preservation 14 and maintenance fund established under IC 36-7-11.5-11. 15 (g) If a qualified licensed owner's application to establish a 16 supplemental gaming facility under this section is approved, 17 neither: 18 (1) the qualified licensed owner; nor 19 (2) a subsequent holder of the owner's license for a riverboat 20 in Ohio County; 21 may seek permission to establish any supplemental gaming facilities in Indiana that are in addition to the supplemental gaming 22 23 facility established in Terre Haute. 24 SECTION 12. IC 4-33-12-6, AS AMENDED BY P.L.204-2016, 25 SECTION 1, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE 26 JULY 1, 2017]: Sec. 6. (a) The department shall place in the state 27 general fund the tax revenue collected under this chapter. 28 (b) Except as provided by section sections 8 and 10 of this chapter, 29 the treasurer of state shall quarterly pay the following amounts: 30 (1) Except as provided in section 9(g) of this chapter, one dollar (\$1) of the admissions tax collected by the licensed owner for 31 32 each person embarking on a gambling excursion during the 33 quarter or admitted to a riverboat that has implemented flexible 34 scheduling under IC 4-33-6-21 during the quarter shall be paid to: 35 (A) the city in which the riverboat is docked, located, if the 36 city: 37 (i) is located in a county having a population of more than 38 one hundred eleven thousand (111,000) but less than one 39 hundred fifteen thousand (115,000); or 40 (ii) is contiguous to the Ohio River and is the largest city in 41 the county; and or 42 (iii) is located in Vigo County; and



1	(B) the county in which the riverboat is docked, located, if the
2	riverboat is not docked located in a city described in clause
$\frac{2}{3}$	(A).
4	(2) Except as provided in section sections 9(g) and 10 of this
5	chapter, one dollar (\$1) of the admissions tax collected by the
6	licensed owner for each person:
7	(A) embarking on a gambling excursion during the quarter; or
8	(B) admitted to a riverboat during the quarter that has
9	implemented flexible scheduling under IC 4-33-6-21;
10	shall be paid to the county in which the riverboat is docked.
11	located. In the case of a county described in subdivision (1)(B),
11	this one dollar $(\$1)$ is in addition to the one dollar $(\$1)$ received
12	under subdivision (1)(B).
13	(3) Except as provided in section 9(g) of this chapter, ten cents
14	(\$0.10) of the admissions tax collected by the licensed owner for
16	each person:
17	(A) embarking on a gambling excursion during the quarter; or
18	(B) admitted to a riverboat during the quarter that has
19	implemented flexible scheduling under IC 4-33-6-21;
20	shall be paid to the county convention and visitors bureau or
20	promotion fund for the county in which the riverboat is docked.
22	located.
23	(4) Except as provided in section 9(g) of this chapter, fifteen cents
23	(\$0.15) of the admissions tax collected by the licensed owner for
25	each person:
26	(A) embarking on a gambling excursion during the quarter; or
27	(B) admitted to a riverboat during a quarter that has
28	implemented flexible scheduling under IC 4-33-6-21;
29	shall be paid to the state fair commission, for use in any activity
30	that the commission is authorized to carry out under IC 15-13-3.
31	(5) Except as provided in section 9(g) of this chapter, ten cents
32	(\$0.10) of the admissions tax collected by the licensed owner for
33	each person:
34	(A) embarking on a gambling excursion during the quarter; or
35	(B) admitted to a riverboat during the quarter that has
36	implemented flexible scheduling under IC 4-33-6-21;
37	shall be paid to the division of mental health and addiction. The
38	division shall allocate at least twenty-five percent (25%) of the
39	funds derived from the admissions tax to the prevention and
40	treatment of compulsive gambling.
41	(6) Sixty-five cents ($\$0.65$) of the admissions tax collected by the
42	licensed owner for each person embarking on a gambling
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1	excursion during the quarter or admitted to a riverboat during the
2	quarter that has implemented flexible scheduling under
3	IC 4-33-6-21 shall be paid to the state general fund.
4	SECTION 13. IC 4-33-12-9, AS ADDED BY P.L.204-2016,
5	SECTION 3, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
6	JULY 1, 2017]: Sec. 9. (a) Money paid to a unit of local government
7	under section 6 or 8 of this chapter:
8	(1) must be paid to the fiscal officer of the unit and may be
9	deposited in the unit's general fund or riverboat fund established
10	under IC 36-1-8-9, or both;
11	(2) may not be used to reduce the unit's maximum levy under
12	IC 6-1.1-18.5 but may be used at the discretion of the unit to
13	reduce the property tax levy of the unit for a particular year;
14	(3) may be used for any legal or corporate purpose of the unit,
15	including the pledge of money to bonds, leases, or other
16	obligations under IC 5-1-14-4; and
17	(4) is considered miscellaneous revenue.
18	(b) Money paid by the treasurer of state to a county convention and
19	visitors bureau or promotion fund under section 6 of this chapter must
20	be:
20	(1) deposited in:
21	(A) the county convention and visitor promotion fund; or
22	
23 24	(B) the county's general fund if the county does not have a
24 25	convention and visitor promotion fund; and
	(2) used only for the tourism promotion, advertising, and
26	economic development activities of the county and community.
27	(c) Money received by the division of mental health and addiction
28	under section 6 or 8 of this chapter:
29	(1) is annually appropriated to the division of mental health and
30	addiction;
31	(2) shall be distributed to the division of mental health and
32	addiction at times during each state fiscal year determined by the
33	budget agency; and
34	(3) shall be used by the division of mental health and addiction
35	for programs and facilities for the prevention and treatment of
36	addictions to drugs, alcohol, and compulsive gambling, including
37	the creation and maintenance of a toll free telephone line to
38	provide the public with information about these addictions.
39	The division shall allocate at least twenty-five percent (25%) of the
40	money received to the prevention and treatment of compulsive
41	gambling.
42	(d) This subsection does not apply to money distributed with

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1 respect to a riverboat located in Terre Haute. This subsection 2 applies to the following entities receiving money under section 6 or 8 3 of this chapter: 4 (1) A city or county. 5 (2) A county convention and visitors bureau or promotion fund 6 for a county other than Lake County. 7 (3) The state fair commission. 8 (4) The division of mental health and addiction. The treasurer of state shall determine the total amount of money paid 9 by the treasurer of state to an entity subject to this subsection during 10 the state fiscal year 2002. The amount determined under this subsection 11 12 is the base year revenue for each entity subject to this subsection. The 13 treasurer of state shall certify the base year revenue determined under this subsection to each entity subject to this subsection. 14 15 (e) This subsection applies to the following entities receiving money 16 under section 8 of this chapter: 17 (1) A county convention and visitors bureau for Lake County. 18 (2) The northwest Indiana law enforcement training center. 19 The treasurer of state shall determine the total amount of money paid 20 by the treasurer of state to the entity described in subdivision (1) during state fiscal year 2002. The amount determined under this subsection 21 22 multiplied by nine-tenths (0.9) is the base year revenue for the entity 23 described in subdivision (1). The amount determined under this 24 subsection multiplied by one-tenth (0.1) is the base year revenue for the 25 entity described in subdivision (2). The treasurer of state shall certify the base year revenue determined under this subsection to each entity 26 27 subject to this subsection. (f) This subsection does not apply to money distributed with 28 29 respect to a riverboat located in Terre Haute. The total amount of money distributed to an entity under section 6 or 8 of this chapter 30 31 during a state fiscal year may not exceed the entity's base year revenue as determined under subsection (d) or (e). For purposes of this section, 32 33 the treasurer of state shall treat any amounts distributed under section 34 8 of this chapter to the northwest Indiana regional development 35 authority as amounts constructively received by East Chicago, Gary, 36 Hammond, and Lake County, as appropriate. If the treasurer of state determines that the total amount of money: 37 38 (1) distributed to an entity; and 39 (2) constructively received by an entity; under section 6 or 8 of this chapter during a state fiscal year is less than 40

under section 6 or 8 of this chapter during a state fiscal year is less than
the entity's base year revenue, the treasurer of state shall make a
supplemental distribution to the entity under IC 4-33-13-5.

1 (g) This subsection does not apply to money distributed with 2 respect to a riverboat located in Terre Haute. The treasurer of state 3 shall pay that part of the riverboat admissions taxes that: 4 (1) exceeds a particular entity's base year revenue; and 5 (2) would otherwise be due to the entity under this section; 6 to the state general fund instead of to the entity. 7 SECTION 14. IC 4-33-12-10 IS ADDED TO THE INDIANA 8 CODE AS A NEW SECTION TO READ AS FOLLOWS 9 [EFFECTIVE JULY 1, 2017]: Sec. 10. (a) This section applies only 10 to a riverboat located in Terre Haute. 11 (b) As used in this section, "board" refers to the capital 12 improvement board of managers established under IC 36-10-8 for 13 Vigo County. 14 (c) The treasurer of state shall quarterly pay one dollar (\$1) of 15 the admissions tax collected by the licensed owner under this 16 chapter for each person admitted to the riverboat during the 17 quarter to the board. The payment required by this subsection is 18 instead of a payment to the fiscal officer of Vigo County under section 6(b)(2) of this chapter. 19 20 (d) The board may use money received under this section for 21 any lawful purpose of the board. SECTION 15. IC 4-33-13-5, AS AMENDED BY P.L.204-2016, 22 23 SECTION 6, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE 24 JULY 1, 2017]: Sec. 5. (a) This subsection does not apply to tax 25 revenue remitted by an operating agent operating a riverboat in a 26 historic hotel district. After funds are appropriated under section 4 of 27 this chapter, each month the treasurer of state shall distribute the tax 28 revenue deposited in the state gaming fund under this chapter to the 29 following: 30 (1) The first thirty-three million dollars (\$33,000,000) of tax 31 revenues collected under this chapter shall be set aside for 32 revenue sharing under subsection (e). 33 (2) Subject to subsection (c), twenty-five percent (25%) of the 34 remaining tax revenue remitted by each licensed owner shall be 35 paid as follows: 36 (A) To the city that is designated as the home dock location of 37 the riverboat from which the tax revenue was collected, in the 38 case of: 39 (i) a city described in IC 4-33-12-6(b)(1)(A); a riverboat 40 operating from Michigan City, Evansville, Rising Sun, or 41 Lawrenceburg, or in Terre Haute (in the case of a 42 supplemental gaming facility established under



1	IC 4-33-6-26); or
2	(ii) a city located in a county having a population of more
3	than four hundred thousand (400,000) but less than seven
4	hundred thousand (700,000) out ress than seven
5	(B) To the county that is designated as the home dock location
6	of the riverboat from which the tax revenue was collected, in
7	the case of a riverboat whose home dock is not in a city
8	described in clause (A). operating from Harrison County or
9	Switzerland County.
10	(3) Subject to subsection (d), the remainder of the tax revenue
11	remitted by each licensed owner shall be paid to the state general
12	fund. In each state fiscal year, the treasurer of state shall make the
13	transfer required by this subdivision not later than the last
14	business day of the month in which the tax revenue is remitted to
15	the state for deposit in the state gaming fund. However, if tax
16	revenue is received by the state on the last business day in a
17	month, the treasurer of state may transfer the tax revenue to the
18	state general fund in the immediately following month.
19	(b) This subsection applies only to tax revenue remitted by an
20	operating agent operating a riverboat in a historic hotel district after
21	June 30, 2015. After funds are appropriated under section 4 of this
22	chapter, each month the treasurer of state shall distribute the tax
23	revenue remitted by the operating agent under this chapter as follows:
24	(1) Fifty-six and five-tenths percent (56.5%) shall be paid to the
25	state general fund.
26	(2) Forty-three and five-tenths percent (43.5%) shall be paid as
27	follows:
28	(A) Twenty-two and four-tenths percent (22.4%) shall be paid
29	as follows:
30	(i) Fifty percent (50%) to the fiscal officer of the town of
31	French Lick.
32	(ii) Fifty percent (50%) to the fiscal officer of the town of
33	West Baden Springs.
34	(B) Fourteen and eight-tenths percent (14.8%) shall be paid to
35	the county treasurer of Orange County for distribution among
36	the school corporations in the county. The governing bodies
37	for the school corporations in the county shall provide a
38	formula for the distribution of the money received under this
39	clause among the school corporations by joint resolution
40	adopted by the governing body of each of the school
41	corporations in the county. Money received by a school
42	corporation under this clause must be used to improve the

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1 2 3 4 5	educational attainment of students enrolled in the school corporation receiving the money. Not later than the first regular meeting in the school year of a governing body of a school corporation receiving a distribution under this clause, the superintendent of the school corporation shall submit to
6	the governing body a report describing the purposes for which
7	the receipts under this clause were used and the improvements
8	in educational attainment realized through the use of the
9	money. The report is a public record.
10	(C) Thirteen and one-tenth percent (13.1%) shall be paid to the
11	county treasurer of Orange County.
12	(D) Five and three-tenths percent (5.3%) shall be distributed
13	quarterly to the county treasurer of Dubois County for
14	appropriation by the county fiscal body after receiving a
15	recommendation from the county executive. The county fiscal
16	body for the receiving county shall provide for the distribution
17	of the money received under this clause to one (1) or more
18	taxing units (as defined in IC 6-1.1-1-21) in the county under
19	a formula established by the county fiscal body after receiving
20	a recommendation from the county executive.
21	(E) Five and three-tenths percent (5.3%) shall be distributed
22	quarterly to the county treasurer of Crawford County for
23	appropriation by the county fiscal body after receiving a
24	recommendation from the county executive. The county fiscal
25	body for the receiving county shall provide for the distribution
26	of the money received under this clause to one (1) or more
27	taxing units (as defined in IC 6-1.1-1-21) in the county under
28	a formula established by the county fiscal body after receiving
29	a recommendation from the county executive.
30	(F) Six and thirty-five hundredths percent (6.35%) shall be
31	paid to the fiscal officer of the town of Paoli.
32	(G) Six and thirty-five hundredths percent (6.35%) shall be
33	paid to the fiscal officer of the town of Orleans.
34	(H) Twenty-six and four-tenths percent (26.4%) shall be paid
35	to the Indiana economic development corporation established
36	by IC 5-28-3-1 for transfer to Radius Indiana or a successor
37	regional entity or partnership for the development and
38	implementation of a regional economic development strategy
39 40	to assist the residents of Orange County and the counties
40 41	contiguous to Orange County in improving their quality of life and to help promote successful and sustainable communities.
41 42	However, an amount sufficient to meet current obligations to
⊤ ∠	nowever, an amount sufficient to meet current obligations to



1 retire or refinance indebtedness or leases for which tax 2 revenues under this section were pledged before January 1, 3 2015, by the Orange County development commission shall be 4 paid to the Orange County development commission before 5 making a distribution to Radius Indiana or a successor regional 6 entity or partnership. The amount paid to the Orange County 7 development commission reduces the amount payable to 8 Radius Indiana or its successor entity or partnership. 9 (c) This subsection does not apply to Terre Haute. For each city and county receiving money under subsection (a)(2), the treasurer of 10 11 state shall determine the total amount of money paid by the treasurer 12 of state to the city or county during the state fiscal year 2002. The 13 amount determined is the base year revenue for the city or county. The treasurer of state shall certify the base year revenue determined under 14 15 this subsection to the city or county. The total amount of money distributed to a city or county under this section during a state fiscal 16 17 year may not exceed the entity's base year revenue. For each state fiscal 18 year, the treasurer of state shall pay that part of the riverboat wagering 19 taxes that: 20 (1) exceeds a particular city's or county's base year revenue; and 21 (2) would otherwise be due to the city or county under this 22 section; 23 to the state general fund instead of to the city or county. 24 (d) Each state fiscal year the treasurer of state shall transfer from the 25 tax revenue remitted to the state general fund under subsection (a)(3)26 to the build Indiana fund an amount that when added to the following 27 may not exceed two hundred fifty million dollars (\$250,000,000): 28 (1) Surplus lottery revenues under IC 4-30-17-3. 29 (2) Surplus revenue from the charity gaming enforcement fund 30 under IC 4-32.2-7-7. 31 (3) Tax revenue from pari-mutuel wagering under IC 4-31-9-3. 32 The treasurer of state shall make transfers on a monthly basis as needed 33 to meet the obligations of the build Indiana fund. If in any state fiscal 34 year insufficient money is transferred to the state general fund under 35 subsection (a)(3) to comply with this subsection, the treasurer of state shall reduce the amount transferred to the build Indiana fund to the 36 37 amount available in the state general fund from the transfers under 38 subsection (a)(3) for the state fiscal year. 39 (e) Before August 15 of each year, the treasurer of state shall 40 distribute the wagering taxes set aside for revenue sharing under 41 subsection (a)(1) to the county treasurer of each county that does not 42 have a riverboat according to the ratio that the county's population



1 2 3	bears to the total population of the counties that do not have a riverboat. Except as provided in subsection (h), the county auditor shall distribute the money received by the county under this subsection as
4	follows:
5	(1) To each city located in the county according to the ratio the
6	city's population bears to the total population of the county.
7	(2) To each town located in the county according to the ratio the
8	town's population bears to the total population of the county.
9	(3) After the distributions required in subdivisions (1) and (2) are
10	made, the remainder shall be retained by the county.
11	(f) Money received by a city, town, or county under subsection (e)
12	or (h) may be used for any of the following purposes:
13	(1) To reduce the property tax levy of the city, town, or county for
14	a particular year (a property tax reduction under this subdivision
15	does not reduce the maximum levy of the city, town, or county
16	under IC 6-1.1-18.5).
17	(2) For deposit in a special fund or allocation fund created under
18	IC 8-22-3.5, IC 36-7-14, IC 36-7-14.5, IC 36-7-15.1, and
19	IC 36-7-30 to provide funding for debt repayment.
20	(3) To fund sewer and water projects, including storm water
21	management projects.
22	(4) For police and fire pensions.
23	(5) To carry out any governmental purpose for which the money
24	is appropriated by the fiscal body of the city, town, or county.
25	Money used under this subdivision does not reduce the property
26	tax levy of the city, town, or county for a particular year or reduce
27	the maximum levy of the city, town, or county under
28	IC 6-1.1-18.5.
29	(g) This subsection does not apply to distributions made with
30	respect to a riverboat located in Terre Haute. Before July 15 of each
31	year, the treasurer of state shall determine the total amount of money
32	distributed to an entity under IC 4-33-12-6 or IC 4-33-12-8 during the
33	preceding state fiscal year. If the treasurer of state determines that the
34	total amount of money distributed to an entity under IC 4-33-12-6 or
35 36	IC 4-33-12-8 during the preceding state fiscal year was less than the artitle base user revenue (as determined under IC 4.22, 12.0) the
30 37	entity's base year revenue (as determined under IC 4-33-12-9), the
37 38	treasurer of state shall make a supplemental distribution to the entity from taxes collected under this chapter and deposited into the state
30 39	general fund. Except as provided in subsection (i), the amount of an
40	entity's supplemental distribution is equal to:
40 41	(1) the entity's base year revenue (as determined under
42	IC 4-33-12-9); minus
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1	(2) the sum of:
2	(A) the total amount of money distributed to the entity and
3	constructively received by the entity during the preceding state
4	fiscal year under IC 4-33-12-6 or IC 4-33-12-8; plus
5	(B) the amount of any admissions taxes deducted under
6	IC 6-3.1-20-7.
7	
8	(h) This subsection applies only to a county containing a
	consolidated city. The county auditor shall distribute the money
9	received by the county under subsection (e) as follows:
10	(1) To each city, other than a consolidated city, located in the
11	county according to the ratio that the city's population bears to the
12	total population of the county.
13	(2) To each town located in the county according to the ratio that
14	the town's population bears to the total population of the county.
15	(3) After the distributions required in subdivisions (1) and (2) are
16	made, the remainder shall be paid in equal amounts to the
17	consolidated city and the county.
18	(i) This subsection applies to a supplemental distribution made after
19	June 30, 2013. The maximum amount of money that may be distributed
20	under subsection (g) in a state fiscal year is forty-eight million dollars
21	(\$48,000,000). If the total amount determined under subsection (g)
22	exceeds forty-eight million dollars (\$48,000,000), the amount
23	distributed to an entity under subsection (g) must be reduced according
24	to the ratio that the amount distributed to the entity under IC 4-33-12-6
25	or IC 4-33-12-8 bears to the total amount distributed under
26	IC 4-33-12-6 and IC 4-33-12-8 to all entities receiving a supplemental
27	distribution.
28	(j) This subsection applies to a supplemental distribution, if any,
29	payable to Lake County, Hammond, Gary, or East Chicago under
30	subsections (g) and (i). Beginning in July 2016, the treasurer of state
31	shall, after making any deductions from the supplemental distribution
32	required by IC 6-3.1-20-7, deduct from the remainder of the
33	supplemental distribution otherwise payable to the unit under this
34	section the lesser of:
35	(1) the remaining amount of the supplemental distribution; or
36	(2) the difference, if any, between:
37	(A) three million five hundred thousand dollars (\$3,500,000);
38	minus
39	(B) the amount of admissions taxes constructively received by
40	the unit in the previous state fiscal year.
41	The treasurer of state shall distribute the amounts deducted under this
42	subsection to the northwest Indiana redevelopment authority
-	



1	established under IC 36-7.5-2-1 for deposit in the development
2	authority fund established under IC 36-7.5-4-1.
3	(k) Money distributed to a political subdivision under subsection
4	(b):
5	(1) must be paid to the fiscal officer of the political subdivision
6	and may be deposited in the political subdivision's general fund
7	or riverboat fund established under IC 36-1-8-9, or both;
8	(2) may not be used to reduce the maximum levy under
9	IC 6-1.1-18.5 of a county, city, or town or the maximum tax rate
10	of a school corporation, but, except as provided in subsection
11	(b)(2)(B), may be used at the discretion of the political
12	subdivision to reduce the property tax levy of the county, city, or
13	town for a particular year;
14	(3) except as provided in subsection (b)(2)(B), may be used for
15	any legal or corporate purpose of the political subdivision,
16	including the pledge of money to bonds, leases, or other
17	obligations under IC 5-1-14-4; and
18	(4) is considered miscellaneous revenue.
19	Money distributed under subsection $(b)(2)(B)$ must be used for the
20	purposes specified in subsection $(b)(2)(B)$.
21	SECTION 16. IC 4-33-13-6 IS AMENDED TO READ AS
22	FOLLOWS [EFFECTIVE JULY 1, 2017]: Sec. 6. (a) Money paid to a
23	unit of local government under this chapter:
24	(1) must be paid to the fiscal officer of the unit and may be
25	deposited in the unit's general fund or riverboat fund established
26	under IC 36-1-8-9, or both;
27	(2) may not be used to reduce the unit's maximum or actual levy
28	under IC 6-1.1-18.5; and
29	(3) may be used for any legal or corporate purpose of the unit,
30	including the pledge of money to bonds, leases, or other
31	obligations under IC 5-1-14-4.
32	(b) This chapter does not prohibit the city or county designated:
33	(1) as the home dock location of the riverboat; or
34	(2) as the location of a supplemental gaming facility operated
35	under IC 4-33-6-26;
36	from entering into agreements with other units of local government in
37	Indiana or in other states to share the city's or county's part of the tax
38	revenue received under this chapter.
39	SECTION 17. IC 4-33-13-7, AS AMENDED BY P.L.255-2015,
40	SECTION 19, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
41	JULY 1, 2017]: Sec. 7. (a) This section applies to adjusted gross
42	receipts from wagering on gambling games that occurs after the



1 effective date of this section, as added by SEA 528-2013. 2 (b) As used in this section, "qualified wagering" refers to wagers 3 made by patrons using noncashable vouchers, coupons, electronic 4 credits, or electronic promotions provided by the licensed owner or 5 operating agent. 6 (c) Subject to subsection (d), a licensed owner or operating agent 7 may at any time during a state fiscal year deduct from the adjusted gross receipts reported by the licensed owner or operating agent 8 9 adjusted gross receipts attributable to qualified wagering. A licensed 10 owner or operating agent must take a deduction under this section on a form and in the manner prescribed by the department. 11 (d) A licensed owner or operating agent may not deduct more than 12 13 the following amounts in a particular state fiscal year with respect to the qualified wagering conducted at a particular riverboat: 14 15 (1) Two million five hundred thousand dollars (\$2,500,000) in a 16 state fiscal year ending before July 1, 2013. 17 (2) Five million dollars (\$5,000,000) in a state fiscal year beginning after June 30, 2013, and ending before July 1, 2015. 18 19 (3) Seven million dollars (\$7,000,000) in a state fiscal year 20 beginning after June 30, 2015. 21 (e) A licensed owner or operating agent may for a state fiscal year 22 assign all or part of the amount of the deduction under this section that 23 is not claimed by the licensed owner or operating agent for the state 24 fiscal year to another licensed owner, operating agent, or licensee as 25 defined by IC 4-35-2-7. An assignment under this subsection must be in writing and both the licensed owner or operating agent assigning the 26 27 deduction and the licensed owner, operating agent, or licensee as 28 defined by IC 4-35-2-7 to which the deduction is assigned shall report 29 the assignment to the commission and to the department. The 30 maximum amount that may be assigned under this subsection by a 31 licensed owner or operating agent for a state fiscal year is equal to the 32 result of: 33 (1) seven million dollars (\$7,000,000); minus 34 (2) the amount deducted under this subsection by the licensed 35 owner or operating agent for the state fiscal year. SECTION 18. IC 12-23-2-5, AS AMENDED BY P.L.255-2015, 36 37 SECTION 63, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE 38 JULY 1, 2017]: Sec. 5. The general assembly shall appropriate money 39 from the addiction services fund solely for the purpose of funding 40 programs: 41 (1) that provide prevention services and intervention and treatment services for individuals who are psychologically or 42



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1 physiologically dependent upon alcohol or other drugs; and 2 (2) that are for the prevention and treatment of gambling 3 problems. 4 Programs funded by the addiction services fund must include the 5 creation and maintenance of a toll free telephone line under 6 IC 4-33-12-6(f)(3) IC 4-33-12-9(c)(3) to provide the public with 7 information about programs that provide help with gambling, alcohol, 8 and drug addiction problems. 9 SECTION 19. IC 36-7-11.5-11, AS AMENDED BY P.L.255-2015, 10 SECTION 64, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2017]: Sec. 11. (a) As used in this section, "fund" refers to the 11 12 West Baden Springs historic hotel preservation and maintenance fund established by subsection (b). 13 (b) The West Baden Springs historic hotel preservation and 14 15 maintenance fund is established. The fund consists of the following: 16 (1) Amounts deposited in the fund under IC 4-33-6.5-6, IC 4-33-12-6 (before the enactment of P.L.96-2010), 17 18 IC 4-33-13-5(b) (before July 1, 2015), IC 6-9-45.5, and 19 IC 6-9-45.6. 20 (2) Grants and gifts that the department of natural resources 21 receives for the fund under terms, obligations, and liabilities that 22 the department considers appropriate. 23 (3) The one million dollar (\$1,000,000) initial fee paid to the 24 gaming commission under IC 4-33-6.5. 25 (4) Any amount transferred to the fund upon the repeal of 26 IC 36-7-11.5-8 (the community trust fund). 27 (5) Amounts paid to the department of natural resources 28 under IC 4-33-6-26. 29 The fund shall be administered by the department of natural resources. 30 The expenses of administering the fund shall be paid from money in 31 the fund. 32 (c) The treasurer of state shall invest the money in the fund that is 33 not currently needed to meet the obligations of the fund in the same 34 manner as other public funds may be invested. The treasurer of state 35 shall deposit in the fund the interest that accrues from the investment 36 of the fund. 37 (d) Money in the fund at the end of a state fiscal year does not revert 38 to the state general fund. 39 (e) One million dollars (\$1,000,000) is appropriated from the fund 40 to the department of natural resources in the state fiscal year beginning 41 after June 30, 2014, and ending before July 1, 2015. Two million 42 dollars (\$2,000,000) is appropriated from the fund to the department of



1	natural resources in each state fiscal year beginning after June 30,
2	2015. The money appropriated under this subsection may be used by
3	the department of natural resources only for the following purposes:
4	(1) To reimburse claims made for expenditures for a qualified
5	historic hotel, as determined by the owner of the hotel riverboat
6	resort.
7	(2) To reimburse claims made for expenditures to maintain:
8	(A) the grounds surrounding a qualified historic hotel;
9	(B) supporting buildings and structures related to a qualified
10	historic hotel; and
11	(C) other facilities used by the guests of the qualified historic
12	hotel;
13	as determined by the owner of the hotel riverboat resort.
14	The department of natural resources shall promptly pay each claim for
15	a purpose described in this subsection, without review or approval of
16	the project or claim under IC 14-21 or IC 36-7-11. IC 14-21-1-18 does
17	not apply to projects or claims paid for maintenance under this section.
18	If insufficient money is available to fully pay all of the submitted
19	claims, the department of natural resources shall pay the claims in the
20	order in which they are received until each claim is fully paid.
21	(f) Notwithstanding IC 4-9.1-1-7, IC 4-12-1-12, IC 4-13-2-18, or
22	any other law, interest accruing to the fund may not be withheld,
23	transferred, assigned, or reassigned to a purpose other than the
24	reimbursement of claims under subsection (e).

